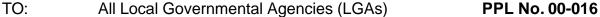
DEPARTMENT OF HEALTH SERVICES

MEDI-CAL BENEFITS BRANCH MEDI-CAL POLICY DIVISION 714 P Street, Room 1640 P.O. Box 942732 Sacramento, CA 94234-7320 (916) 657-1460

December 20, 2000



Medi-Cal Administrative Activities (MAA) and Targeted Case Management (TCM) Coordinators

SUBJECT: INCREASE IN THE FEDERAL MEDICAL ASSISTANCE PERCENTAGE

(FMAP) FOR TCM PROGRAMS

The purpose of this letter is to advise LGAs participating in the TCM program, that the FMAP has changed effective October 1, 2000. As explained in Policy and Procedure Letter (PPL) No. 97-009, dated June 6, 1997, the FMAP is used to ascertain the maximum federal reimbursement to the LGA.

The FMAP was decreased to 51.25 percent, effective for TCM services rendered from October 1, 2000 through September 30, 2001. FMAP for prior years can be found in PPL No. 00-003. The following chart identifies the FMAP from October 1, 1998 forward:

DATES OF SERVICE	FMAP
October 1, 1998 - September 30, 1999	51.55 percent
October 1, 1999 - September 30, 2000	51.67 percent
October 1, 2000 - September 30, 2001	51.25 percent

This decrease in the FMAP does not change how an LGA submits TCM claims. The Administrative Claiming Policy and Systems Unit will calculate the federal share for reimbursement based on the prevailing FMAP for the period of service. The change in FMAP applies only to TCM claims and does not affect the federal financial participation for the MAA program.

If you have any questions, please contact Ms. Elizabeth Touhey, Chief of the Administrative Claiming Policy and Systems Unit, at (916) 657-0716 or by e-mail at etouhey@dhs.ca.gov.

Sincerely,

Original Signed By P. Morrison

Patricia L. Morrison, Chief Administrative Claiming and Support Section

cc: See Next Page



All Local Governmental Agencies (LGAs) Medi-Cal Administrative Activities (MAA) and Targeted Case Management (TCM) Coordinators Page 2

Medi-Cal Administrative Activities:

Targeted Case Management: X

Policy Effective Date: October 1, 2000

Policy Reference: PPL No. 97-009, 97-027, 98-010, 00-003

cc: Ms. Cathleen Gentry
Local Governmental Agency
MAA/TCM Consultant
455 Pine Avenue
Half Moon Bay, CA 94109

Ms. Mickey Richie Local Liaison Office of the Director Department of Health Services 714 P Street, Room 1253 P.O. Box 942732 Sacramento, CA 95814

Mr. Larry Lee Accountant Division of Medicaid 801 I Street, Room 210 Sacramento, CA 95814